Approved For Release 2008/12/04 : CIA-RDP86M00886R002800020066-1

E.R.

 $\mbox{\rm Mr.}$ Casey delivered this by hand to Senator Moynihan today.

8 March 1984

STAT

The Director of Central Intelligence
Washington, D. C. 20505

Executive Registry

84 - 641/1

8 March 1984

The Honorable Daniel Patrick Moynihan Vice Chairman Select Committee on Intelligence United States Senate Washington, D. C. 20510

Dear Pat,

Thanks for your letter of February 2nd which I found upon my return from a long trip. As I told you over the telephone, I was very unhappy about the article in <a href="Inequal-Burnal-

All of us know that the increase in the personnel and budgetary strength of the Agency began in 1979, that it was planned and proposed earlier, and that it cannot be completed without strong bi-partisan support. I fully share your conviction that the vital functioning of this Agency cannot be risked or impaired through any use of CIA for partisan political purposes. The protection of our national security, to which both this Agency and your the vagaries of the political process or the partisan purposes of either party.

As the Agency noted last year in transmitting its 1984 Intelligence Authorization Act, we must "capitalize on the significant steps which the executive and legislative branches have taken together toward revitalization resources in Fiscal Year 1984 to continue building the intelligence capabilities needed to meet the challenges of the late 1980s and beyond." As this letter further notes, it is only through the bi-partisan support of Congress that the Agency can continue to stay "firmly on the path of progress which we have to politicize the Agency or its work, or use the fact of its revitalization for the trust and confidence that must exist between your Committee and this Agency, relationship which will serve as the continuing basis for maintaining and building the intelligence capabilities required for both today and the future.

Sincerely,

/S/ William J. Casey

Distribution: Drafted by OLL/DCI
Orig - H/C by DCI
1 - DCI 1 - DDCI 1 - EXDIR

1 - OLL

1 - C/PAO

EXECUTIVE SECRETARIAT ROUTING SLIP

TO:			ACTION	INFO	DATE	INITIAL
	1	DCI		Х		
	2	DDCI		X		
	3	EXDIR				
	4	D/ICS				
	5	DDI				
	6	DDA				
	7	DDO				
	8	DDS&T				
	9	Chm/NIC				
	10	GC				
	11	IG				
	12	Compt				
	13	D/EEO				
	14	D/Pers				
	15	D/OLL	χ	, , , , , , , , , , , , , , , , , , , ,		
	16	C/PAO		X		
	17	SA/IA				
	18	AO/DCI				
	19	C/IPD/OIS				
	20					
	21					
	22					
		SUSPENSE 22 Februar				
Remarks		Pleas provide DC response.	e coordi I with r	nate wi	th D/PAO dation re	and e
			7 February 19			uary 1984
						Date

3637 (10-81)

STA

Approved For Release 2008/12/04 CIA-RDP86M00886R002800020066-1

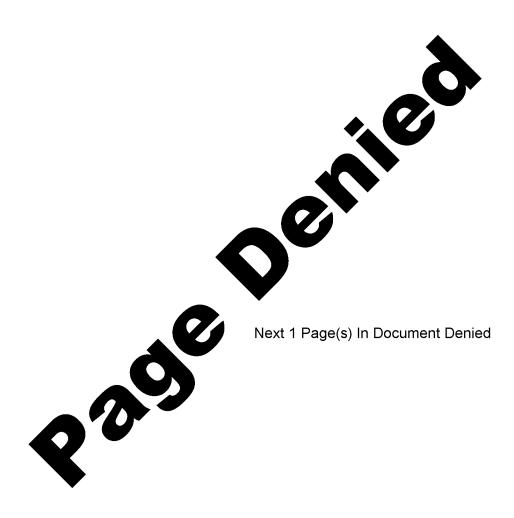
MEMORANDUM FOR: ADCI

Any ideas in view of the cartery of the cartery of the cartery of the sankwitative government.

Source:

2/6/84

STAT



CIA Is Expanding Anti-Terrorism Effort But Lacks Data From Inside the Groups

WASHINGTON—The Central Intelligence
Agency is working with friendly countries to
create a new anti-terrorism network, but the
effort may be hampered by a lack of inside
information about the growing array of terrorist groups.

The anti-terrorism effort was described

The anti-terrorism effort was described yesterday by an authoritative government source in an upbeat summary of CIA expansion during the first three years of the Reagan administration. The source's message, likely to be repeated during President Reagan's reelection campaign, is that a revived CIA is back in business around the world.

But despite the source's claims of improved CIA performance during Mr. Reagan's administration, terrorism has been a black eye for the agency. The CIA's falling to warn about bomb attacks against the U.S. Embassy and Marine headquarters in Belrut had many causes, including the loss of agents in Iran and in the Palestine Liberation Organization in the past several years. The U.S., for the moment, is dependent largely on other intelligence services, such as those of Israel, Jordan and Lebanon, which often lack detailed information from inside the terrorist groups.

The CIA has received additional funding and staffing recently. The Reagan administration has increased the agency's staff, including a restoration of 800 positions in the clandestine service that were cut during the Carter administration, the source said. He added the agency has more stations over seas; more case officers, more agents, more analytical reports and better relations with foreign intelligence services.

The new anti-terrorism network appears to be based largely on a greater exchange of information with friendly intelligence services in the Middle East and Europe. The U.S. also has developed its own counterterrorism strike force of 100 to 150 people, based in the Defense Department, as well as smaller CIA teams to deal with terrorist incldents.

To coordinate the increasing flow of information about terrorism, the CIA also has established a new evaluation center that can handle human, electronic and other intelligence data. Establishment of such a terrorism-information center was recommended strongly by a Pentagon commission that investigated last October's bomb attack against U.S. Marines in Beirut. The source said the CIA's station in Beirut is now in contact with the Marines there as often as several times a day about potential threats.

The authoritative government official, who spoke on the condition he wouldn't be identified, discussed a range of intelligence issues facing the U.S. The highlights:

The CIA believes the Soviet Union is developing the capability for a nationwide missile-defense system. The source said evidence of Soviet preparation for such a system includes laser research, the construction of six large radar complexes, the development of an anti-aircraft missile system that also could help shoot down U.S. ballistic missiles and the establishment of new military production lines.

-The CIA is supporting actively 12,000 to 15,000 Nicaraguan rebels in their war

against the Sandinista government. But the number of CIA officers involved in this covert war program is slightly more than 20 people, rather than the 500 estimated in some newspaper reports, the source said. The CIA believes the anti-Sandinista campaign has been effective; but it doubts the rebels will overthrow the Nicaraguan government, he said. While CIA involvement in Nicaragua long has been known the source's comments are the most detailed information provided by the government The U.S. also appears to be helping, at least indirectly, anti-government forces in Afghanistan and Kampuchea, the source indicated. He said in these two countries, and in Angola; pro-Soviet regimes are facing growing resistance and the second

The CIA plans to leave to Italian authorities the issue of Bulgaria's alleged role in the 1981 assassing on attempt against. Pope John Paul II. The source said the trial of Mehmet Ali Agea will show a high degree of Bulgarian involvement, leading to a strong suspicion that Soviet intelligence also was involved. But he said the Soviet link probably never will be proved, and that U.S. efforts to publicize the Issue might be counterproductive.

-The CIA has increased sharply its analytical staff and output, the source said. After losing about half its analysts between 1978 and 1980, largely through budget cuts and retirement, the agency has added 400 to 450 analysts in the past three years. Moreover, the agency currently produces about 50 "national intelligence estimates" on foreign developments each year, compared auroad, the CIA is producing a new quarterly report on political instability in 30 important countries, the source said. The quarterly reports, studying long-term political trends, supplement the CIA's weekly "watch reports" on current intelligence

The Soviet intelligence service, the KGB, is on the defensive because of successful U.S. counterintelligence operations, the source asserted. Last year, 147 KGB agents were expelled, were arrested or defected in Western countries, he said. As a result, the source said, the KGB's own counterintelligence department appears to be supervising KGB operations more closely to prevent more agents from being recognized.

NEW YORK TIMES 29 Dec 83 Pg. 15

White House Contends Carter Crippled C.I.A.

LOS ANGELES. Dec. 27 (AP) — A White House spokesman said today that failures in intelligence-gathering in connection with the Beirut bombing could be attributed to decisions of the Carter Administration that crippled the Central Intelligence Agency

the Central Intelligence Agency.

The spokesman, Larry Speakes, was commenting on the intelligence section of the Long Commission report.

The report, without mentioning the Administration of President Carter, said the intelligence failure was. "in large part due to policy decisions which have resulted in a United States human intelligence capability commensurate with the resources and time that have been spent on it."

Mr. Speakes said:

"We don't quarrel with the fact that the C.I.A. and other intelligence-gathering agencies have been crippled by decisions of the previous Administration; and we are in the process of rebuilding capabilities. But it takes time to re-establish our intelligence-gathering methods."

, - •••

